



**BOARD OF RETIREMENT MINUTES  
February 28, 2017**

1. Call Meeting to Order

Meeting called to order 1:30 p.m. by Trustee Gharat, Chair

2. Roll Call

**Trustees Present:** Mike Lynch, Darin Gharat Donna Riley Jim DeMartini, Jeff Grover, Mandip Dhillon, Sam Sharpe and Jagen Raja for Gordon Ford

**Trustees Absent:** Michael O'Neal, Gordon Ford

**Alternate Trustee** Joan Clendenin, Alternate Retiree Representative

**Staff Present:** Rick Santos, Executive Director  
Kellie Gomes, Executive Board Assistant  
Kathy Herman, Fiscal Services Manager  
Dawn Lea, Member and Employer Services Manager

**Others Present:** Fred Silva, General Legal Counsel  
Ed Hoffman, Investment Consultant

3. Announcements

Kathy Herman announced StanCERA will be working on tenant contract negotiations and will be final by August 2017.

4. Public Comment

None

5. Consent Items

- a. Approval of the January 24, 2017 Meeting Minutes
- b. Monthly Staff Report
- c. 2017 Cost of Living Adjustment
- d. Fiscal Year 2016-2017 Mid-Year Budget Review
- e. Bank of New York Mellon Foreign Exchange Transaction Litigation
- f . Approval of Service Retirement(s) – **Sections 31499.14, 31670, 31662.2 & 31810**
  1. Aguiar, Dorothy – BHRS – Effective 02-02-17
  2. Brennan, Sheryl – Ag Comm – Effective 02-18-17
  3. Bridges, William - GSA – Effective 02-14-17
  4. Card, Susan - CSA - Effective 02-18-17
  5. Carpenter, Cheryl – Ceres – Effective 02-05-17
  6. Casas, Belinda – CSA – Effective 02-04-17
  7. Castro, Denise – Auditor – Effective 12-30-16
  8. Childers, Brook – Probation – Effective 02-18-17 \*
  9. Dysert, Kimberlee – CSA – Effective 02-15-17
  10. Linn, Judith – HSA– Effective 01-18-17

5. Consent Items(Cont.)

11. Martin, Debra – CSA – Effective 02-17-17
12. Mull, Cynthia – CSA – Effective 02-16-17
13. Perez, Anita - BHRS – Effective 02-07-17
14. Silva, Jill – Probation – Effective 02-18-17 \*

\* Indicates Safety Personnel

g. Approval of Deferred Retirement(s) – **Section 31700**

1. Arellano, Maria – DCSS – Effective 01-26-17
2. Crabtree, Janis – Stan Regional 911 – Effective 01-11-17
3. Mulhollen, Nadia - Sheriff – Effective 02-04-17
4. Sanders, Theresa – SBT – Effective 01-10-17
5. Vargas, Feliciano – CSA – Effective 11-12-16

h. Approval of Death Benefit - **Sections 31781, 31781.1 and 31781.3**

1. Parmley, Linda, Deceased January 30, 2017, Active Member

i. Approval of Disability Retirement - Section 31724

1. Drury, Lisa, - Health Services Agency, Non-Service Connected, Effective 01-21-17

Item 5.e was pulled by Mike Lynch to discuss at our next meeting

Motion was made by Trustee Grover and seconded by Trustee Riley to accept the consent items as presented except for item 5.e.pulled for discussion next meeting.

Motion carried unanimously

6. Executive Director – Administrative

- a. Discussion and Action Regarding Bartel Associates Actuarial Review of June 30, 2015 Actuarial Valuation and July 1, 2012 through June 30, 2015 Experience Study

Motion was made by Trustee Dhillon and seconded by Trustee Grover to accept the consent items as presented

Motion carried unanimously

- b. Discussion and Action Regarding 2016 Preliminary Actuarial Valuation Results

Motion was made by Trustee Dhillon and seconded by Trustee Clendenin to accept the consent items as presented

Motion carried unanimously

- c. Legal/Legislation Update

Nothing to Report

- d. Information Technology Solutions (ITS) Project Update

7. Dawn gave an update on the progress with the Pension Administration System.  
Investment Manager Annual Presentation

a. LEGATO

1. Value Added

Presentations were heard by conference call

b. Jackson Square Partners

1. Value Added

Presentations were heard by conference call

Closed Session Item 10.b heard out of order

Motion was made by Trustee Riley and seconded by Trustee Raja to enter in to closed session to hear item 10.b.

Motion carried unanimously

Trustee Clendenin recused herself for closed session 10.b. Trustee Clendenin returned to the meeting at open session.

Nothing to report from closed session

8. Executive Director – Investment

a. Discussion and Action Regarding StanCERA Schedule of Directives; Directives #2 and #3

Motion was made by Trustee Grover and seconded by Trustee Raja to adopt Directives 2 & 3 as presented.

Motion carried unanimously

9. Verus – Investment Consultant

a. Flash Report January 30, 2017

b. Investment Performance 2016 Quarter 4 Review

c. Discussion and Action Regarding Search for Risk Parity Mandate

Motion was made by Trustee Riley and seconded by Trustee Dhillon to direct staff and Verus to conduct on-site due diligence with the selected investment managers, determine portfolio structure and present a final recommendation to the Board at the April meeting.

Motion carried unanimously

10. Closed Session

Motion was made by Trustee Riley and seconded by Trustee Lynch to move in to closed session at 4:48 pm

Motion carried unanimously



10. Closed Session (cont.)

- a. Recommendation for Non-Service Connected Disability Retirement for Jeannette Apolinar – Section 31533
- b. Conference with Legal Counsel – Pending Litigation – One Case:  
O'Neal et al v. Stanislaus County Employees' Retirement Association  
Stanislaus County Superior Court Case No. 648469  
Government Code Section 54956.9(d)(1)
- c. Conference with Legal Counsel – Pending Litigation – One Case:  
Stanislaus County Employees' Retirement Association v. Buck Consultants,  
LLC, Mediation Pursuant to Evidence Code Sections 1115, 1119, 1152  
Government Code Section 54956.9(d)(4)

Motion was made by Trustee Grover and seconded by Trustee Riley to move in to open session at 4:56 pm

Motion carried unanimously

Kellie Gomes Read out Motion for Item 10.a as follows:

Motion was made by Trustee Clendenin and seconded by Trustee DeMartini to acknowledge and approve the findings and recommendation of Hearing Officer Michael Loeffler regarding the matter of Jeanette Apolinar on her application for non-service connected disability; and to deny the applicant Jeanette Apolinar on her application for non-service connected disability.

Motion carried unanimously

11. Members' Forum (Information and Future Agenda Requests Only)

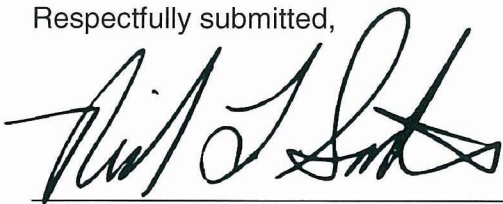
Trustee Clendenin requested that in the future if meetings are going to be lengthy we should hold a special meeting. A hold two separate meetings.

Trustee Gharat asked for suggestions on how we can still maintain one meeting a month but structure the agenda differently.

12. Adjournment

Meeting adjourned at 4:59 p.m.

Respectfully submitted,



Rick Santos, Executive Director

APPROVED AS TO FORM:  
Fred Silva, GENERAL LEGAL COUNSEL

By:   
Fred Silva, General Legal Counsel